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Message Text

CONFIDENTIAL

PAGE 01 SANTIA 04502 141559Z
ACTION SS-25

INFO OCT-01 ISO-00 SSO-00 /026 W
----------054338 141606Z /41
O 141450Z JUN 78
FM AMEMBASSY SANTIAGO
TO SECSTATE WASHDC IMMEDIATE 9529

C O N F I D E N T I A L SANTIAGO 4502

STADIS////////////////

EXDIS

FOR DEP. ASST. SEC. BUSHNELL FROM THE AMBASSADOR

FOR ARA, D AND L ONLY

E.O. 11652: GDS
TAGS: EAGR, SHUM, PGOV, ETRD, CI
SUBJ: CCC CREDITS - LETELIER/MOFFITT ASSASSINATION INVESTIGATION

REF: STATE 150278

1. FOLLOWING CONSIDERATIONS SHOULD GOVERN ANY DISCUSSION OF CCC.

2. THE PURPOSE OF THIS CREDIT IS TO SECURE MARKETS NOW AND IN FUTURE FOR U.S. AGRICULTURAL EXPORTS. WE ASSUME THAT PRODUCTS IN QUESTION ARE SOY MEAL AND CORN, FOR WHICH COMPETITION EXISTS FROM FOREIGN SUPPLIERS.

3. CHILEAN FOREIGN EXCHANGE RESERVES AND CREDIT RATING IN INTERNATIONAL BANKS ARE IN GOOD SHAPE. GOC WOULD IN NO WAY BE BENEFITTED BY EXTENSION OF ADDITIONAL CCC NOR HARMED BY HOLDING IT BACK. IN CONFIDENTIAL

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FACT, CENTRAL BANK TENDED TO RESIST IT. HENCE, GRANTING OR WITHHOLDING OF THIS CREDIT CANNOT BE CONSIDERED OR USED AS AFORM OF LEVERAGE AFFECTING GOC BEHAVIOR.

4. EXTENSION OF ORIGINAL CREDIT OF 38 MILLION DOLLARS, WHICH WAS IN APPARENT CONTRADICTION TO USG

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POSTURE IN IFI'S, HAS ONLY LIMITED IMPACT HERE.
EXTENSION OF SUBSEQUENT CREDIT PASSED UNNOTICED. SO
WOULD GRANTING OR WITHHOLDING OF THE CREDITS UNDER
CONSIDERATION.

5. WE DO NOT SEE NEED TO WITHHOLD EITHER CCC OR
EXIMBANK FACILITIES ON HUMAN RIGHTS GOUNDS. IN
VIEW, HOWEVER, OF LACK OF COOPERATION BEING MANI-
FESTED BY GOC IN LETELIER CASE, (SEPTEL FOLLOWING)
WE QUESTION THE PROPRIETY OF USG EXTENDING ANY FURTHER
CREDITS TO CHILE OR CHILEANS UNTIL OUR SPECIFIC
REQUEST NOW UNDER CONSIDERATION BY THE GOC HAVE BEEN
MET. DOING OTHERWISE MIGHT SIGNAL TO THE GOC LACK
OF SERIOUSNESS ON OUR PART BY DOING "BUSINESS AS
USUAL."
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Message Attributes

Automatic Decaptioning: Z
Capture Date: 01 jan 1994
Channel Indicators: n/a
Current Classification: UNCLASSIFIED
Concepts: CREDIT, FOREIGN EXCHANGE, SECURITIES MARKETS
Control Number: n/a
Copy: SINGLE
Draft Date: 14 jun 1978
Decaption Date: 20 Mar 2014
Decaption Note: 25 YEAR REVIEW
Disposition Action: RELEASED
Disposition Approved on Date:
Disposition Case Number: n/a
Disposition Comment: 25 YEAR REVIEW
Disposition Date: 20 Mar 2014
Disposition Event:
Disposition History: n/a
Disposition Reason:
Disposition Remarks:
Document Number: 1978SANTIA04502
Document Source: CORE
Document Unique ID: 00
Drafter: n/a
Enclosure: n/a
Executive Order: GS
Errors: N/A
Expiration:
Film Number: D780248-0807
Format: TEL
From: SANTIAGO
Handling Restrictions:
Image Path:
ISecure: 1
Legacy Key: link1978/newtext/t19780660/aaaabzpp.tel
Line Count: 78
Litigation Code IDs:
Litigation Codes:
Litigation History:
Locator: TEXT ON-LINE, ON MICROFILM
Message ID: 336a3289-c288-dd11-92da-001cc4696bcc
Office: ACTION SS
Original Classification: CONFIDENTIAL
Original Handling Restrictions: ONLY, STADIS
Original Previous Classification: n/a
Original Previous Handling Restrictions: n/a
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Reference: 78 STATE 150278
Retention: 0
Review Action: RELEASED, APPROVED
Review Content Flags:
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Review Release Event: n/a
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Review Withdrawn Fields: n/a
SAS ID: 2356443
Secure: OPEN
Status: NATIVE
Subject: CCC CREDITS - LETELIER/MOFFITT ASSASSINATION INVESTIGATION
TAGS: EAGR, SHUM, PGOV, ETRD, CI
To: STATE
Type: TE
vdkvgwkey: odbc://SAS/SAS.dbo.SAS_Docs/336a3289-c288-dd11-92da-001cc4696bcc
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